#### MINUTES

# MONTANA HOUSE OF REPRESENTATIVES 61st LEGISLATURE - REGULAR SESSION

#### JOINT APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT

Call to Order: Chairman Bill McChesney, on February 17, 2009 at 8:30 A.M., in Room 317-B Capitol.

## ROLL CALL

#### Members Present:

Rep. Bill McChesney, Chairman (D)
Sen. Rick Laible, Vice Chairman (R)

Sen. Ken (Kim) Hansen (D) Rep. Walter McNutt (R) Rep. Jon C. Sesso (D) Sen. Ryan Zinke (R)

Members Excused: Rep. Bill Nooney (R)

Members Absent: None.

Staff Present: Mark Bruno, OBPP

Greg DeWitt, Legislative Branch

Shawn Graham, OBPP

Mitzi Grover, Committee Secretary Matt Stayner, Legislative Branch

Audio Committees: These minutes are in outline form only. They provide a list of participants and a record of official action taken by the committee. The link to the audio recording of the meeting is available on the Legislative Branch website.

### Committee Business Summary:

Subjects heard: Department of Commerce, Department of Labor & Industry, Department of Administration, Department of Revenue

Executive Action:
DP 5191, DP 5192, DP 0102, DP 0204, DP 0402, DP 0902, DP 0509, DP 20001, DP 80002, DP 70003, DP 7021, DP 9000

- 00:00:04 Sen. Laible
- 00:01:42 Matt Stayner, LFD
- 00:02:59 Chairman McChesney

## Executive Action:

### Department of Commerce

- 00:04:59 Chairman McChesney
- 00:05:16 Mr. Stayner
- 00:05:52 <u>Motion/Vote:</u> Sen. Hansen moved **TO RECONSIDER DP 5191.** Motion carried unanimously by voice vote with Rep. Nooney voting by proxy.
- 00:07:43 Motion: Sen. Hansen moved that DP 5191 BE ADOPTED.

- 00:08:11 Sen. Laible
- 00:08:51 Chairman McChesney
- 00:08:58 Sen. Hansen
- 00:09:37 Sen. Zinke
- 00:10:03 Tony Preite, Director, Department of Commerce
- 00:10:13 Sen. Zinke
- 00:10:18 Mr. Preite
- 00:10:30 Rep. Sesso
- 00:11:57 <u>Vote:</u> Motion failed 3-4 by roll call vote with Sen. Hansen, Rep. Sesso and Chairman McChesney voting aye.
- 00:13:01 <u>Motion/Vote:</u> Sen. Zinke moved **TO RECONSIDER DP 5192**. Motion passed 6-1 by voice vote.
- 00:13:35 <u>Motion:</u> Chairman McChesney moved that **DP 5192 BE**ADOPTED.
- 00:14:01 Sen. Laible
- 00:14:55 Sen. Hansen
- 00:15:32 Rep. Sesso
- 00:17:57 Chairman McChesney
- 00:19:09 Sen. Laible
- 00:20:01 Chairman McChesney
- 00:20:25 <u>Substitute Motion:</u> Sen. Zinke moved that **DP 5192** be reduced from \$330,000 to \$200,000 per year one time only **BE ADOPTED**.

- 00:21:15 Sen. Hansen
- 00:21:46 Mr. Preite
- 00:22:34 Andy Poole, Deputy Director, Department of Commerce
- 00:23:08 Sen. Zinke
- 00:24:15 Sen. Laible
- 00:24:50 Sen. Hansen
- 00:25:40 Mark Bruno, OBPP
- 00:26:08 **Vote:** Motion carried 4-3 by voice vote with Chairman McChesney, Sen Hansen and Rep. Sesso voting no. Rep. Nooney voted by proxy.
- 00:27:19 Rep. Sesso
- 00:28:41 Mr. Stayner
- 00:30:13 Motion: Rep. Sesso moved to create a House joint committee bill to repeal DP 6105 Montana Equity Capital Act BE ADOPTED.
- 00:31:20 Sen. Laible
- Rep. Nooney voting by proxy.
- 00:32:13 Chairman McChesney

### Labor and Industry

- 00:33:06 Chairman McChesney
- 00:34:04 Motion/Vote: Chairman McChesney moved TO RECONSIDER DP 0102, 21st Century workforce. Motion carried unanimously by voice vote with Rep. Nooney voting by proxy.
- 00:34:14 Motion: Chairman McChesney moved that DP 0102, 21st Century workforce, BE ADOPTED.

- 00:35:05 Mr. Stayner
- 00:35:45 Chairman McChesney
- 00:37:06 Sen. Laible
- 00:38:44 Shawn Graham, OBPP
- 00:39:53 Rep. Sesso 00:40:06 Mr. Graham
- 00:40:45 Rep. Sesso
- 00:41:31 Mr. Graham

- 00:42:29 Rep. Sesso
  00:43:06 Mr. Graham
  00:43:13 Todd Younkin, Workforce Department, Department of Labor
  00:45:10 Sen. Zinke
  00:46:04 Mr. Younkin
- 00:47:07 Rep. Sesso 00:48:14 Sen. Zinke
- 00:49:33 Chairman McChesney
- 00:52:05 Sen. Laible
- O0:53:13 Substitute Motion/Vote: Sen. Zinke moved that DP 0102, 21st Century workforce, BE ADOPTED after removing \$275,000 from general fund and keeping state special revenue portion \$400,000. Motion carried 4-3 by voice vote with Chairman McChesney, Rep. Sesso, and Sen. Hansen voting no.
- 00:55:17 Sen. Laible
- 00:55:27 <u>Motion/Vote:</u> Sen. Laible moved **TO RECONSIDER DP 0204**. Motion carried unanimously by voice vote with Rep. Nooney voting by proxy.
- 00:55:56 Motion: Sen. Laible moved that DP 0204 BE ADOPTED.
- 00:56:10 Rep. Sesso
- 00:56:44 Mr. Graham
- 00:56:50 Sen. Zinke
- 00:58:01 Rep. Sesso
- 00:58:07 Mr. Graham
- 00:58:34 Rep. Sesso
- 00:58:55 Mr. Graham
- 00:59:35 <u>Vote:</u> Motion carried 5-2 by voice vote with Chairman McChesney voting no and Rep. Nooney voting no by proxy.
- 01:00:33 <u>Motion/Vote:</u> Chairman McChesney moved **TO RECONSIDER DP 0402.** Motion carried unanimously by voice vote.
- 01:01:10 <u>Motion:</u> Chairman McChesney moved that **DP 0402 BE** ADOPTED.

- 01:01:36 Mr. Stayner 01:01:54 Rep. Sesso
- 01:02:59 Sen. Zinke
- 01:03:38 Sen. Laible

- 01:04:52 Rep. McNutt
- 01:06:14 Sen. Laible
- 01:06:27 <u>Vote:</u> Motion carried 6-1 by voice vote with Sen. Laible voting no. Rep. Nooney voted by proxy.
- 01:07:01 Mr. Stayner
- 01:07:17 <u>Motion/Vote:</u> Rep. Sesso moved **TO RECONSIDER DP 0902.**Motion carried unanimously by voice vote with Rep.
  Nooney voting by proxy.
- 01:07:39 Motion/Vote: Rep. Sesso moved that DP 0902 BE ADOPTED. Motion carried 6-1 by voice vote with Rep. Nooney voting no by proxy.
- 01:08:26 Chairman McChesney
- 01:08:31 Mr. Stayner
- 01:08:43 <u>Motion/Vote:</u> Sen. Hansen moved **TO RECONSIDER DP 0509**. Motion carried unanimously by voice vote.
- 01:09:09 <u>Motion/Vote:</u> Sen. Zinke moved that **DP 0509 BE ADOPTED.**Motion carried 5-2 by voice vote with Sen. Zinke and
  Sen. Laible voting no. Rep. Nooney voted aye by proxy.

01:10:01 Mr. Graham

## EXHIBIT (jgh37a01)

- 01:13:15 Mr. Stayner
- 01:15:17 Sen. Laible
- 01:15:44 Mr. Stayner
- 01:16:57 Sen. Laible
- 01:17:19 Chairman McChesney
- 01:17:24 Mr. Graham
- 01:18:12 Chairman McChesney
- 01:18:33 Sen. Zinke
- 01:19:45 Mr. Graham
- 01:20:31 Mr. Stayner
- 01:20:54 Rep. Sesso
- 01:22:19 Mr. Graham
- 01:23:31 Tammy Lavigne, Administrator, Centralized Services Division, Labor and Industry Division
- 01:24:22 Rep. Sesso
- 01:24:36 Ms. Lavigne
- 01:24:44 Mr. Graham
- 01:25:24 Sen. Zinke

- 01:26:07 <u>Motion:</u> Rep. Sesso moved to have LFD create a DP based on numbers as presented by Mr. Graham in Exhibit(1).
- 01:26:24 Sen. Laible
- 01:27:10 Mr. Graham
- 01:27:31 Sen. Laible
- 01:28:08 Chairman McChesney
- 01:28:35 Sen. Laible
- 01:29:36 Mr. Graham
- 01:30:50 <u>Vote:</u> Motion carried unanimously by voice vote with Rep. Nooney voting by proxy.
- 01:31:49 Recess
- 01:43:37 Reconvene

### Department of Administration

## Health Care & Group Benefits Division

- 01:44:41 Chairman McChesney
- 01:46:11 Motion: Chairman McChesney moved the language: "The department is appropriated up to \$500,000 of state special revenue each year of the biennium to assist agencies in reducing workers' compensation injuries and costs. These funds may not be expended for activities that duplicate other agency expenditures or programs."

  BE ADOPTED.

### Discussion:

- 01:46:24 Mr. Stayner
- 01:46:30 Mr. Bruno

## EXHIBIT (jgh37a02)

- 01:48:30 Chairman McChesney
- 01:48:39 Sen. Laible
- 01:49:34 Rep. Sesso
- 01:50:46 Mr. Bruno
- 01:51:00 Rep. Sesso
- 01:51:29 Mr. Stayner
- 01:51:58 Rep. Sesso
- 01:52:05 Chairman McChesney withdrew motion.

01:52:12 Motion: Chairman McChesney moved to change language appropriation to: "The department is appropriated up to \$250,000 of state special revenue each year of the biennium to assist agencies in reducing workers' compensation injuries and costs. These funds may not be expended for activities that duplicate other agency expenditures or programs," BE ADOPTED.

### Discussion:

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01:53:28 Chairman McChesney
01:54:17 Sen. Laible
01:56:10 Sen. Zinke
01:57:01 Chairman McChesney
01:57:10 Connie Welsh, Health Care Administrator, Department of
         Administration
01:58:42 Sen. Zinke
01:59:05 Ms. Welsh
01:59:46 Sen. Zinke
01:59:58 Ms. Welsh
02:01:01 Sen. Zinke
02:01:37 Ms. Welsh
02:02:21 Rep. Sesso
02:02:48 Ms. Welsh
02:03:33 Vote: Motion failed unanimously by voice vote with
         Rep. Nooney voting by proxy.
02:04:13 Mr. Stayner
02:04:54 Sen. Zinke
02:06:19 Chairman McChesney
02:06:34 Sen. Laible
02:07:57 Chairman McChesney
02:08:57 Sen. Laible
02:10:00 Greg DeWitt, LFD
EXHIBIT (jqh37a03)
02:10:44 Rep. Sesso
02:12:10 Sen. Laible
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02:12:52 <u>Motion/Vote:</u> Sen. Laible moved to recommend for interim action the Legislative Finance Committee review policy issues related to pricing of state group health insurance in conjunction with the Interim Committee on State Administration and Veterans' Affairs (see Exhibit (3) number 3a) **BE ADOPTED**. Motion carried unanimously by voice vote.

### Department of Revenue

- 02:15:11 Chairman McChesney
- 02:16:06 Mr. DeWitt

## EXHIBIT (jgh37a04)

02:16:43 Motion: Rep. Sesso moved that DP 20001 BE ADOPTED.

# Discussion:

- 02:17:07 Rep. Sesso
- 02:17:40 Dan Bucks, Director, Department of Revenue
- 02:20:27 Rep. Sesso
- 02:20:48 Mr. Bruno
- 02:20:59 Mr. DeWitt
- 02:21:33 Rep. Sesso
- 02:21:56 Mr. DeWitt
- 02:22:41 Sen. Laible
- 02:23:30 Mr. Bucks
- 02:25:00 Sen. Laible
- 02:25:22 Mr. Bucks
- 02:26:14 **Vote:** Motion carried 5-2 by voice vote with Sen. Laible and Sen. Zinke voting no.
- 02:27:21 <u>Motion/Vote:</u> Chairman McChesney moved **TO RECONSIDER DP 80002.** Motion carried unanimously by voice vote.
- 02:27:47 <u>Motion:</u> Chairman McChesney moved that **DP 80002 BE ADOPTED**.
- 02:28:32 Sen. Laible
- 02:28:57 Rep. Sesso
- 02:31:12 Chairman McChesney
- 02:31:29 Mr. Bucks
- 02:32:44 <u>Vote:</u> Motion failed 3-4 by voice vote with Sen. Hansen, Rep. Sesso and Chairman McChesney voting yes. Rep. Nooney voted by proxy.
- 02:33:48 <u>Motion/Vote:</u> Chairman McChesney moved **TO RECONSIDER DP 70003.** Motion carried unanimously by voice vote.
- 02:34:22 Motion: Rep. Sesso moved that DP 70003 BE ADOPTED.

### Discussion:

02:35:01 Rep. Sesso

- 02:36:12 Chairman McChesney
- 02:36:33 Sen. Laible
- 02:36:52 Mr. DeWitt
- 02:37:00 Sen. Laible
- 02:37:51 Mr. DeWitt
- 02:38:17 Sen. Zinke
- 02:38:52 <u>Substitute Motion:</u> Sen. Laible moved that **DP 70003** to continue funding with no FTE attached, one time only **BE ADOPTED**. Motion carried unanimously by voice vote with Rep. Nooney voting by proxy.
- 02:40:16 <u>Motion/Vote:</u> Chairman McChesney moved **TO RECONSIDER**DP 7021. Motion carried unanimously by voice vote with Rep. Nooney voting by proxy.
- 02:40:32 Motion: Sen. Hansen moved that DP 7021 BE ADOPTED.
- 02:40:48 Rep. Sesso
- 02:42:22 <u>Substitute Motion:</u> Sen. Laible moved that **DP 7021**, to use special funding with no FTE, one time only, **BE ADOPTED**.

- 02:43:38 Chairman McChesney
- 02:43:44 Alan Peury, Deputy Director, Department of Revenue
- 02:45:17 Chairman McChesney
- 02:45:26 Mr. Peury
- 02:45:58 **Vote:** Motion carried unanimously by voice vote.
- 02:46:56 <u>Motion:</u> Chairman McChesney moved **TO RECONSIDER DP 9000**.
- 02:47:13 Sen. Laible
- 02:48:08 Mr. DeWitt
- 02:48:25 Sen. Zinke
- 02:50:37 Mr. DeWitt
- 02:51:51 Sen. Laible
- 02:52:56 Vote: Motion carried unanimously by voice vote.
- 02:52:17 <u>Substitute Motion:</u> Sen. Zinke moved that **DP 9000 BE**ADOPTED and be contingent upon passage and approval of SB 315.

02:54:04 02:54:09 02:54:26 02:54:45 02:55:03 02:55:48 02:56:02 02:56:48 02:57:17	Rep. Sesso Mr. Bruno Rep. Sesso Mr. DeWitt Rep. Sesso Mr. DeWitt Rep. Sesso Mr. DeWitt Rep. Sesso Mr. DeWitt Rep. Sesso
02:57:44	<pre>Vote: Motion carried unanimously by voice vote with Rep. Nooney voting by proxy.</pre>
02:58:45 02:59:32	Rep. Sesso Mr. Bucks

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02:59:45 Adjournment: 12:15 p.m.

Mitzi Grover, Secretary

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Additional Documents:

EXHIBIT (jgh37aad.pdf)